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BEFORE THE ARIZONA CORPORATION COMMISSION

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COMMISSIONERS

JEFF HATCH-MILLER – Chairman
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MIKE GLEASON
KRISTIN K. MAYES
GARY PIERCE

2007 JAN -2 P 3:47

AZ CORP COMMISSION
DOCUMENT CONTROL

IN THE MATTER OF THE APPLICATION FOR) DOCKET NO. W-02450A-04-0837
EXTENSION OF WATER UTILITY OF)
GREATER TONOPAH, INC., AN ARIZONA)
CORPORATION, FOR AN EXTENSION OF ITS)
CERTIFICATE OF CONVENIENCE AND)
NECESSITY TO ENCOMPASS ALL OR)
PORTIONS OF SECTIONS 15, 17 AND 22, T2N,)
R5W, G&SRB&M, MARICOPA COUNTY,)
ARIZONA (AKA THE HASSAYAMPA RANCH)
DEVELOPMENT).)

**NOTICE OF FILING
IN COMPLIANCE WITH
DECISION NO. 68307**

As required by Decision No. 68307, Water Utility of Greater Tonopah, Inc. ("WUGT")
files its comments and notice of correction of production and storage deficiencies.

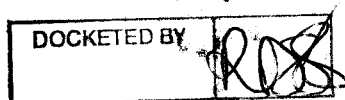
RESPECTFULLY SUBMITTED this 2nd day of January 2007.

ROSHKA DEWULF & PATTEN, PLC

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Arizona Corporation Commission
DOCKETED

JAN 08 2007



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1 Original and 13 copies of the foregoing
2 filed this 2nd day of January 2007 with:

3 Docket Control
4 Arizona Corporation Commission
1200 West Washington Street
Phoenix, Arizona 85007

5 Copy of the foregoing hand-delivered/mailed
6 this 2nd day of January 2007 to:

7 Lyn Farmer, Esq.
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17 By Shay Spolito
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Demonstrate that the storage and production deficiencies outlined in the Company's system improvement plan submitted to staff on September 9,2005 be corrected not later than December 31,2006.

Response:

Global Water Resources acquired West Maricopa Combine on 11 July 2006. Included in this transaction was the Water Utility of Greater Tonopah (WUGT). During the course of the due diligence process, it was abundantly clear that the systems associated with WUGT are generally small, poorly designed systems. The size of these systems, ranging from 2 to 140 connections, has resulted in an ad hoc approach to operations, engineering, planning and administration. Notwithstanding the area's potential for growth, little time or effort was placed on planning for these systems. It is Global's understanding that the intent of the Staff recommendation was to assure that sufficient storage and production capacity exists in the Sunshine/Dixie systems.

The following activities are being undertaken to address capacity issues identified by Staff in Decision 68307:

1. Originally, WUGT had suggested that an interconnect between the Sunshine and Dixie systems be advanced as a means of augmenting supply and effecting a blended arsenic concentration below the required standard (10 ppb). This option was estimated in the spring of 2006 to be in the order of \$450,000. The former owners of the system elected at that time to shelve the concept of an interconnect in favor of a stand alone treatment system for Sunshine. On acquiring the utility, Global was informed that the treatment option was the preferred method. Accordingly, Special Use Permits have been sought for the installation of an Arsen-X absorption media system. This system is expected to be on-line in July 2007.
2. The Sunshine system consists of 140 connections serviced with a well (140 gpm) and a 100,000 gallon storage tank. Notionally this is sufficient capacity for the population served. AAC R18-5-503.B states that storage plus firm capacity must be equal to or greater than the average day in the peak month. As there is no redundant supply associated with the Sunshine system, the storage capacity must be 79,800 gallons. This is derived from:

Max Month (June 2005)	1,368,000 gallons
Average Day in Max Month	45,600 gallons per day
Number of units June 2005	80
Number of Units November 2006	140
Storage Requirement	45,600 x (140/80)
	79,800 gallons

Existing Storage

100,000 gallons

3. With the acquisition, Global has required that WMC staff visit each system on a daily basis to determine the operational availability and status of tank levels, system pressures, etc. The result has been an increase in diligence associated with the performance of the systems and an increased situational awareness of the status of the system.
4. Arsenic treatment strategies for WUGT include the following:

System	Number of Connections (Nov 2006)	Treatment Type	Estimated Completion Date
Roseview	17	POU	Dec 2007
West Phoenix 1	3	POU	Dec 2007
West Phoenix 3	0	POU	Dec 2007
West Phoenix 6	23	Activated Alumina	Mar 2007
Tufte	7	POU	
Buckeye Ranch/B&D	94	Arsen-Xnp	Sep 2007
Sunshine	140	Arsen-Xnp	Jul 2007